

SOUTH CAROLINA DEPARTMENT OF REVENUE

Chapter 117

Statutory Authority: 1976 Code Section 12-4-320 and 4-37-30

Notice of Drafting:

The South Carolina Department of Revenue is considering adding SC Regulation 117-338 to provide guidance to counties that adopt the local sales and use tax under Chapter 37, Title 4, to finance the costs of highways, roads, streets, bridges, and other transportation-related projects. The Department of Revenue administers and collects the tax and is authorized to promulgate regulations for implementation of the tax.

In order to ensure that the proceeds of the tax are used solely for transportation-related projects, the proposed regulation would require that a county imposing the tax adopt a reasonable standard to be applied in determining eligible costs. The proposed regulation would approve the general concepts set forth in section 263A of the Internal Revenue Code as a standard for cost eligibility. In lieu of the standard set forth in IRC § 263A, a county would be able to request the use of an alternative standard for Department approval.

Interested persons may submit written comments to Meredith F. Cleland, South Carolina Department of Revenue, Legislative Services, P.O. Box 125, Columbia, SC 29214. To be considered, comments must be received no later than 5:00 p.m. on June 27, 2016.

Synopsis:

The South Carolina Department of Revenue is considering adding SC Regulation 117-338 to provide guidance to counties that adopt the local sales and use tax under Chapter 37, Title 4, to finance the costs of highways, roads, streets, bridges, and other transportation-related projects. The Department of Revenue administers and collects the tax and is authorized to promulgate regulations for implementation of the tax.

In order to ensure that the proceeds of the tax are used solely for transportation-related projects, the proposed regulation would require that a county imposing the tax adopt a reasonable standard to be applied in determining eligible costs. The proposed regulation would approve the general concepts set forth in section 263A of the Internal Revenue Code as a standard for cost eligibility. In lieu of the standard set forth in IRC § 263A, a county would be able to request the use of an alternative standard for Department approval.